

SECTION 2.00 - PROJECT SCOPE

- 2.1 The project scope will include the design, construction, maintenance and removal of temporary wave breaker infrastructure as described in ST. LAURENT's Contractor's proposal for the Lake Manitoba Wave Breaker Trial Program, dated September 2, 2011, which is contained in Appendix A of this Agreement.

Specifically, ST. LAURENT will focus wave breaker construction efforts on the following locations (in order of priority):

- Sandpiper
- Pioneer from Lot 5 North to the south (all inclusive)
- Laurentia Beach North Lots 59-81
- Johnson Beach Lots 1-25
- Laurentia Beach South Lot 57-71
- Twin Beach North - Lot 65 northerly to the end
- Meadowlark North to the include all residential infrastructure
- Twin Beach South Lots 1-67
- Twin Beach South Lots 101 - Meindl Park
- Laurentia Beach South Lots 1-46

(hereinafter called the "**Project**").

- 2.2 The Lake Manitoba Wave Breaker Trial Program requires that:

- (a) the wave breaker infrastructure be constructed prior to October 1, 2011; and
- (b) the wave breaker infrastructure be removed by October 1, 2012.

SECTION 3.00 - PROJECT FINANCING

- 3.1 Subject to the terms and conditions of this Agreement, and subject to the funds being made available by the Legislative Assembly of Manitoba, MANITOBA will be responsible for all eligible costs as defined in subsection 3.2 to a maximum of FOUR MILLION (\$4,000,000.00) Dollars for the Project (the "**Project Funds**").

- 3.2 (a) Subject to clause 3.2(b), Eligible Costs means the following:

- (i) all actual costs reasonably and properly incurred to contractors and suppliers of materials, equipment and services in respect of the construction of wave breaker infrastructure prior to October 1, 2011;